

6/23/78

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THE PRESIDENT'S SCHEDULE

Friday - June 23, 1978

7:30 Breakfast with Secretaries Cyrus Vance and
(90 min.) Harold Brown, Dr. Zbigniew Brzezinski and
Mr. Hamilton Jordan - The Cabinet Room.

9:00 Dr. Zbigniew Brzezinski - The Oval Office.

9:30 Meeting with Mr. Charles Schultze et al/
(20 min.) Labor Negotiations - The Cabinet Room.

10:10 Mr. Frank Moore - The Oval Office.

10:23 Photograph with Mr. Ted Strickland, Democratic
(2 min.) Congressional Candidate, 6th District, Ohio.
(Mr. Frank Moore) - The Oval Office.

10:25 Depart South Grounds via Helicopter en route
Andrews Air Force Base and Visit to Texas.



HYATT REGENCY
HOUSTON

C

6 | 23

11:15 P.M.

Dear Mr. President —

I love you —

Thanks.

Tselen S.

Written on the sleeve of the letter —

TEXAS ENERGY

LIGNITE + 3X by '83

GAS RESERVES \downarrow 50% / 10 yrs

NOT '75 COAL CONVERSION PROGRAM

BEEF

WORLD SHORTAGE

NOT TINY % of total

CONSUMPTION \$1.8B 16 > PROD

COUNTERCYCLICAL

HAMBURGER - FAT TRIMMING

SINCE 6/8 STEERS

ALL FUTURES, FEEDER STEERS UNCHANGED

PRICE UTILITY COWS, UP SOME

PRICE STEERS SAME UNTIL

6/13, CATTLE ON FEED

FORT WORTH 6/23/78

MAJORITY LDR
SEN BENTSEN, JIM WRIGHT

MAYOR PARKER, MR. TINSLEY

JFK. COC. 15428 - JIM WRIGHT'S
(12th DIST) City - Dal/HW Metro

= 2nd largest not on map ^{plex} _{scale} _{down}

"COURAGE" - WESTERNERS,

FARMERS, OIL/GAS PRODUCERS.

PROP 13 @ BUREAUCRAT PICNIC

= 34% UNEMP = AIRPORT 4th
4 MACHINES

= DM, YEN - DAL FTW AIRPORT

TEXAS. 25% OIL 35% NG. 5th

#1 CATTLE, COTTON, GR SORGHUM

= CHAS DUNCAN SAM LEWIS
STRONG DEFENSE, NATO, MEAT
SALT. NON PROLIF
HUMAN RTS

= INFLATION. STRAUSS

= CIVIL SERVICE. SCOTTY CAMPBELL

= IMMI & NAT. LIONEL CASTILLO

UNEMP TEX - RAY MATHENALL

\downarrow 21% EMP \$ 393,000

1977 TARA BILL - JOHN W

OCT. PRICES + 25%

WHEAT 30 SBEANS 30 COM

CATTLE 40 CONS > PROD

78 NET FARM INC \$20 \rightarrow 25

EXPORTS '77 \$24.8 \$78 MORE
(STRAUSS) (12% + 10% more)

BE ENERGY. TEST WILL

NOT CUT SINCE '73

IMPORTS 2X/6 YRS

'77 = \$10B > '76

CONSERVE, INCENTIVES,

ALTERNATIVES

NOW ENCOURAGE CONSUMPTION

DISCOURAGE PRODUCTION

COURAGE - PATRIOTISM

LEADERSHIP

Ray - NSA

For Pol Breakfast
6/23/78

THE WHITE HOUSE
WASHINGTON

Prisoner exchange
Rhodesia info office
Fritz → Israel
Egypt

Treaty or agreement
PRC

SALT = - - - - -

CTB = - - - - -

On Turkey principles

LDC's → Bonn

THE WHITE HOUSE
WASHINGTON

June 23, 1978

Frank Moore

The attached was returned in the
President's outbox today and is
forwarded to you for your information.

Rick Hutcheson

THE WHITE HOUSE
WASHINGTON

6/22/78

3:15 p.m.

Mr. President --

Frank Moore suggests you call

Senator Byrd - *done*

Pete Williams

Senator Javits *done*

George Meany

Doug Fraser (UAW) *oversees*

...just a quick, 'you did a good
job', 'too bad', 'didn't work',
'will try again,' ... or some such
thing.

--SSC

THE WHITE HOUSE
WASHINGTON

6-23-78

To Congressman Paul Rogers
Your resigning from
the Congress will be a
great loss for our
nation.

I wish you had
asked for my permission
to do this. I would
have refused.

Your friend
Jimmy Carter

THE WHITE HOUSE
WASHINGTON

June 22, 1978

MEMORANDUM FOR THE PRESIDENT

FROM: FRANK MOORE *F. M. /BR*
SUBJECT: CONG. PAUL ROGERS (D-Florida)

Congressman Rogers announced today on the floor of the House that he would not seek reelection.

3299

THE WHITE HOUSE
WASHINGTON

6/23/78

To Helen Strauss

Rosalynn and I
thoroughly enjoyed &
appreciated our evening
with you, and we
are glad you brought
Bob along.

Love,

Jimmy

THE WHITE HOUSE

WASHINGTON

June 23, 1978



MEMORANDUM FOR THE PRESIDENT

FROM:

HUGH CARTER 

SUBJECT:

Weekly Mail Report (Per Your Request)

Below are statistics on Presidential and First Family:

<u>INCOMING</u>	<u>WEEK ENDING 6/16</u>	<u>WEEK ENDING 6/23</u>
Presidential	19,705	20,930
First Lady	1,485	1,580
Amy	250	230
<u>Other First Family</u>	<u>50</u>	<u>40</u>
TOTAL	21,490	22,780

BACKLOG

Presidential	2,490	1,640
First Lady	140	175
Amy	0	0
<u>Other</u>	<u>0</u>	<u>0</u>
TOTAL	2,630	1,815

DISTRIBUTION OF PRESIDENTIAL MAIL ANALYZED

Agency Referrals	10%	10%
WH Correspondence	45%	42%
Unanswerable Mail	18%	18%
White House Staff	5%	4%
<u>Other</u>	<u>22%</u>	<u>26%</u>
TOTAL	100%	100%

NOT INCLUDED ABOVE

Form Letters	0	0
Form Post Cards	3,850	2,500
Mail Addressed to White House Staff	15,587	17,879

cc: Senior Staff

MAJOR ISSUES IN
CURRENT PRESIDENTIAL ADULT MAIL
Week Ending 6/23/78

ISSUES	PRO	CON	COMMENT ONLY	NUMBER OF LETTERS
Support for Increased Imports of Beef	0	100%	0	289
Suggestions re: Tax Reform Package	0	0	100%	246
Proposed Work Week Reduction for Federal Fire Fighters H.R. 3161	95%	5%	0	195
Support for Labor Law Reform Legislation	3%	97%	0	179
Proposed Amendment S.2899 to Endangered Species Act	0	100%	0	133
Support for Protest against Cambodian Abuses	100%	0	0	<u>102</u>
			TOTAL	1,144

10:23 AM

THE WHITE HOUSE
WASHINGTON

June 22, 1978

MEETING WITH TED STRICKLAND (CANDIDATE FOR CONGRESS 6-OH)

Friday, June 23, 1978
10:20 am (2 minutes)
The Oval Office

From: Frank Moore *FM*

I) PURPOSE

A photograph with the President

II) BACKGROUND, PARTICIPANTS AND PRESS PLAN

A. Background: Ted Strickland is the Democratic candidate for Congress from the Sixth District of Ohio. He is facing incumbent William Harsha, who has not been a strong supporter of the Administration. Strickland faced Harsha in 1976 and received 38% of the vote. The Sixth District is a rural district with virtually no central city. Strickland is a United Methodist Minister and a PHD candidate in counseling psychology. He has a strong interest in child care and public health. He has been involved in the development of public health educational materials. Strickland is having difficulties raising money and thus will face a very uphill battle against the 18 year incumbent, Harsha.

B. Participants: The President and Ted Strickland

C. Press Plan: White House Photographer

III) TALKING POINTS

A. Usual courtesies.

PRESIDENT JIMMY CARTER
ELLINGTON ARRIVAL REMARKS
FRIDAY, JUNE 23, 1978
3:30 P.M.

BOB ECKHARDT
BARBARA JORDAN

GOVERNOR BRISCO, MAYOR McCONN, SENATOR BENTSEN,
Cox 6 BOB GAMMAGE
MEMBERS OF THE CONGRESSIONAL DELEGATION, NASA GUESTS,

LADIES AND GENTLEMEN:

(-- OVER --)

I WANT TO EXPRESS

2

I WANT TO EXPRESS VERY WARM APPRECIATION TO ALL OF
YOU FOR COMING OUT HERE TO GREET US.

I ARRIVED AT CARSWELL AIR FORCE BASE THIS MORNING,
SPENT THE EARLY AFTERNOON IN FORT WORTH AND, AS YOU KNOW,
I AM SPEAKING IN HOUSTON THIS EVENING.

TOMORROW I WILL GO TO BEAUMONT TO ~~DEDICATE THE~~
~~JACK BROOKS FEDERAL BUILDING.~~ AND TO FORT HOOD.

(-- NEW PAGE --)

I THINK ALL OF US

I THINK ALL OF US WHO LEAVE ~~THE COMPLEXITIES~~ OF
WASHINGTON TO VISIT TEXAS MUST HAVE THE SAME REACTION --
IT'S BIG AND IT'S OPEN.

ELLINGTON AIR FORCE BASE IS CERTAINLY THE EMBODIMENT
OF THESE TEXAS VIRTUES! *THE PEOPLE OF OUR NATION*
~~ALL OF US~~ HAVE A SENTIMENTAL ATTACHMENT TO ELLINGTON.

(-- OVER --)
FROM ITS EARLY DAYS

4

FROM ITS EARLY DAYS AS A WORLD WAR I AIRBASE --
LONG BEFORE AVIATION PLAYED A SIGNIFICANT ROLE IN OUR
NATIONAL DEFENSE -- TO ITS LATEST ROLE AS A ~~QUARANTINE~~ *TRAINING*
& SUPPORT SITE FOR OUR ~~RETURNING~~ ASTRONAUTS, ELLINGTON HAS MADE
A SIGNIFICANT CONTRIBUTION TO OUR NATIONAL DEFENSE.

I KNOW THAT YOU HAVE BEEN CONCERNED ABOUT THE FUTURE
OF ELLINGTON.

(-- NEW PAGE --)
THE GENERAL SERVICES ADMINISTRATION

THE GENERAL SERVICES ADMINISTRATION AND THE OFFICE
OF MANAGEMENT AND BUDGET HAVE BEEN CAREFULLY STUDYING
THIS PROBLEM EVER SINCE THE AIR FORCE DECIDED IT NO
LONGER NEEDED TO USE ELLINGTON.

*Bob GAMMAGE HAS KEPT (-- OVER --)
THIS ISSUE CONSTANTLY AS A RESULT OF THIS
BEFORE US -*

AS A RESULT OF THIS STUDY, I AM PLEASED TO BE ABLE
TO ANNOUNCE TODAY THAT GSA WILL NOT BE RELASING ELLINGTON
FOR PUBLIC SALE.

THERE WERE TWO SIGNIFICANT FACTORS WE HAD TO CONSIDER
IN REACHING THIS DECISION.

(-- NEW PAGE --)
FIRST WAS MY CONCERN

FIRST WAS MY CONCERN ABOUT ANY POSSIBLE ADVERSE
EFFECT ON NASA'S PROGRAM.

NASA HAS OCCUPIED AN ENCLOSURE AT THE SOUTHERN END OF
THE ELLINGTON FLIGHT LINE SINCE THE TIME THE SITE FOR THE
NEARBY JOHNSON SPACE CENTER WAS SELECTED IN THE EARLY 1960's.

(-- OVER --)

NASA USES THOSE FACILITIES

NASA USES THOSE FACILITIES PRINCIPALLY FOR FLIGHT
OPERATIONS TO SUPPORT THE JOHNSON CENTER, AND FOR THE
ASTRONAUTS' PROFICIENCY TRAINING PROGRAM.

THIS IS A PROGRAM OUR NATION NEEDS TO MAINTAIN, AND THE
DECISION TO RETAIN ELLINGTON WILL ALLOW THIS IMPORTANT WORK
TO CONTINUE.

(-- NEW PAGE --)

SECOND IS THAT WE NEED

SECOND IS THAT WE NEED MORE TIME TO DETERMINE THE BEST FUTURE
USE OF THIS PROPERTY.

MANY INTERESTS ARE INVOLVED IN THAT DECISION -- FEDERAL,
STATE, AND LOCAL GOVERNMENTS, AND THE PEOPLE OF THIS AREA --
AND WE MUST DO CAREFUL, PATIENT WORK TO PLAN HOW BEST TO
ACCOMMODATE THEIR VARYING NEEDS.

(--OVER--)

I HAVE ASKED THE

10

I HAVE ASKED THE GENERAL SERVICES ADMINISTRATION TO DEVELOP
A LONG-RANGE PLAN FOR THIS FACILITY.

I HAVE ASKED THAT, IN REACHING THEIR DECISION, THEY TAKE
INTO CONSIDERATION NOT ONLY STATE AND NATIONAL NEEDS, BUT ALSO
THE ECONOMIC AND COMMERCIAL NEEDS OF THE SURROUNDING COMMUNITY.

(--NEW PAGE--)

I SUSPECT THAT

I SUSPECT THAT A GOOD MANY OF YOU HAVE BEEN GIVING THIS
PROBLEM CONSIDERATION.

BOB GAMMAGE AND LLOYD BENTSEN -- WHO HAVE BEEN FIGHTING SO
HARD FOR YOUR INTERESTS, AND THE INTERESTS OF OUR NATION IN
MAINTAINING THIS BASE -- JOIN ME IN ASKING YOU TO COMMUNICATE
YOUR VIEWS ON THE BEST USE OF THIS PROPERTY.

(--OVER--)

IN THE INTERVAL

12

IN THE INTERVAL, I HAVE ASKED JAY SOLOMON, THE ADMINISTRATOR
OF THE GENERAL SERVICES ADMINISTRATION, TO MANAGE AND MAINTAIN
THIS BASE.

(--NEW PAGE--)

IN MY REMARKS

IN MY REMARKS A FEW HOURS AGO IN FORT WORTH, I MENTIONED
SOME OF THE ECONOMIC FORCES THAT MAKE OUR NATION STRONG;
TOMORROW, AT FORT HOOD, I WILL REVIEW SOME OF THE SUPERB MILITARY
CAPABILITY THAT PROTECTS OUR PLACE IN THE WORLD.

(--OVER--)

THE PEOPLE OF THIS

14

THE PEOPLE OF THIS STATE, THIS REGION, AND OF THIS BASE
HAVE ALWAYS SERVED PROUDLY IN THAT SAME CAUSE, DEFENDING OUR
NATION'S INTERESTS AND OUR PRINCIPLES WHENEVER THEY MAY BE
THREATENED.

I AM GLAD TO KNOW THAT, IN DIFFERENT WAYS, ELLINGTON
WILL CONTINUE TO SERVE.

(--NEW PAGE--)

AGAIN, I'D LIKE TO

AGAIN, I'D LIKE TO EXPRESS MY THANKS FOR YOUR PRESENCE,
MY ADMIRATION FOR YOUR STATE -- AND MY HOPE THAT I WILL SEE
MANY OF YOU AGAIN LATER THIS EVENING.

THANK YOU.

#

PRESIDENT JIMMY CARTER

1

JACK BROOKS' FEDERAL BUILDING, BEAUMONT

11:30 a.m., Saturday, June 24, 1978

MAYOR MYERS

SENATOR BENTSEN, CONGRESSMEN BROOKS, CORMAN AND WILSON,
MRS. BROOKS, MR. SOLOMON, DISTINGUISHED GUESTS AND FRIENDS:

(--OVER--)(TWENTY-FIVE YEARS AGO, WHEN I WAS....)

2

TWENTY-FIVE YEARS AGO WHEN I WAS LEAVING THE NAVY TO
COME HOME TO PLAINS, GEORGIA, A YOUNG FRESHMAN CONGRESSMAN
WAS LEAVING BEAUMONT TO COME TO WASHINGTON.

IN THAT QUARTER CENTURY THE NINTH DISTRICT GARNERED MORE
FEDERAL PROJECTS THAN EVER BEFORE:

(-- NEW PAGE --)

THE INTRACOASTAL CANAL --

THE INTRACOASTAL CANAL -- THE NATION'S FIRST STRATEGIC
STORAGE FACILITY FOR OIL -- A WHOLE HOST OF PUBLIC WORKS
PROJECTS, RESEARCH GRANTS FOR DISTRICT UNIVERSITIES
AND A WIDE VARIETY OF MISCELLANEOUS FEDERAL CONTRACTS
AND AWARDS.

(-- OVER --)

I DON'T RECALL

4

I DON'T RECALL A SINGLE MAJOR FEDERAL PROGRAM IN PLAINS
IN THAT TWENTY-FIVE YEARS.

THE SIMULTANEOUS PRESENCE OF JACK BROOKS AND SO MANY
FEDERAL PROJECTS IN THE NINTH DISTRICT IS NOT PURELY
COINCIDENTAL.

(-- NEW PAGE --)

AS THIS  BUILDING

YOU HAVE EARNED - \bar{c} GOOD WORK
 & INTEREST

(-- OVER --)

IN ADDITION TO:

6

I HOPE THAT BRINGING THEM TOGETHER UNDER ONE ROOF WILL
SYMBOLIZE THE COORDINATED APPROACH WE ARE TAKING TO THE DELIVERY
 OF FEDERAL SERVICES.

(-- NEW PAGE --)

AND I KNOW THAT

AND I KNOW THAT THE NAME WE ARE PLACING OVER THE DOOR
TODAY WILL REPRESENT THE COMMITMENT TO LEAN, EFFICIENT GOVERNMENT
THAT JACK BROOKS HAS FOUGHT FOR THROUGHOUT HIS CAREER.

GAO - \$ BILLIONS saved.

THIS BUILDING IS JUST ONE MORE DEMONSTRATION OF WHAT
AN EFFECTIVE CONGRESSMAN JACK BROOKS IS.

(-- ~~OVER~~ --) *new page*

~~IT WAS JACK BROOKS,~~
I'm sure you're ^{thank} ~~grateful~~....

~~IT WAS JACK BROOKS, BACK IN 1976, WHO SPONSORED AN AMENDMENT
TO THE HOUSING ACT WHICH EXTENDS ASSISTANCE TO A LIMITED NUMBER
OF PROJECTS INSURED BY THE FEDERAL HOUSING ADMINISTRATION.~~

(~~NEW PAGE~~)

~~I'M SURE YOU'RE THANKFUL~~

I'M SURE YOU'RE THANKFUL TO HAVE JACK IN WASHINGTON, BUT
YOU'RE NO MORE THANKFUL THAN I AM TO HAVE HIM THERE.

VISIT TO PLAINS

AS CHAIRMAN OF THE HOUSE GOVERNMENT OPERATIONS COMMITTEE, HE IS
AT THE CENTER OF ONE OF THE MOST IMPORTANT UNDERTAKINGS IN OUR
COUNTRY TODAY: THE EFFORT TO REFORM AND REORGANIZE OUR GOVERNMENT.

(-OVER-)

IT IS HIS SUPPORT

10

IT IS HIS SUPPORT AND UNDERSTANDING THAT WILL ENABLE US
TO STREAMLINE FEDERAL PROGRAMS, CUT DOWN ON NEEDLESS RED TAPE,
AND RESTORE THE EMPHASIS ON MERIT TO THE CIVIL SERVICE.

LAST YEAR I SET A TASK FORCE OF MORE THAN A HUNDRED CAREER
CIVIL SERVANTS TO WORK FINDING OUT HOW THE CIVIL SERVICE COULD BE
IMPROVED.

(-NEW PAGE-)

THEY CAME UP WITH THE MOST SWEEPING

THEY CAME UP WITH THE MOST SWEEPING PROPOSALS TO REFORM
THE CIVIL SERVICE SYSTEM SINCE ITS CREATION NEARLY A HUNDRED YEARS AGO,
AND IN MARCH I SENT SOME OF THESE PROPOSALS TO CONGRESS.

THESE STEPS WOULD MAKE IT EASIER TO WEED INCOMPETENTS
OUT OF THE GOVERNMENT.

(-OVER-)

THEY WOULD LET

12

THEY WOULD LET MANAGERS MANAGE.

THEY WOULD MAKE IT EASIER TO REWARD EXCELLENCE.

AND THEY WOULD PROVIDE A MORE RAPID HEARING TO WORKERS
WITH GRIEVANCES.

(-NEW PAGE-)

ALL IN ALL

ALL IN ALL, THEY GO A LONG WAY TOWARD RESTORING COMPETENT,
EFFICIENT AND RESPONSIVE GOVERNMENT TO OUR COUNTRY.

A MONTH AGO I SENT CONGRESS THE SECOND AND FINAL PART OF THE
CIVIL SERVICE REFORM PACKAGE: THE REORGANIZATION PLAN ITSELF.

(-OVER-)
THIS PLAN SAFEGUARDS

14

THIS PLAN SAFEGUARDS THE LEGITIMATE RIGHTS OF FEDERAL EMPLOYEES
AND PROTECTS EMPLOYEES WHO "BLOW THE WHISTLE" ON ILLEGAL OR IMPROPER
ACTIVITIES.

IT SETS UP AN OFFICE OF PERSONNEL MANAGEMENT TO BRING TO OUR
GOVERNMENT THE SAME MODERN AND EFFICIENT PERSONNEL TECHNIQUES
USED IN WELL-RUN PRIVATE INDUSTRIES.

(-NEW PAGE-)
AND IT PROVIDES A FAIRER

AND IT PROVIDES A FAIRER AND MORE EFFICIENT WAY TO HANDLE
LABOR-MANAGEMENT DISPUTES WITHIN THE GOVERNMENT.

I COUNT HEAVILY ON JACK BROOKS TO HELP ME IN THESE EFFORTS
TO BRING OUR COUNTRY WHAT I PROMISED YOU DURING MY CAMPAIGN -- A
GOVERNMENT AS GOOD AND AS COMPETENT AND AS COMPASSIONATE AS THE
AMERICAN PEOPLE THEMSELVES.

(-OVER-)

WE ARE ALSO LIGHTENING THE BURDEN

16

WE ARE ALSO LIGHTENING THE BURDEN OF GOVERNMENT REGULATION
ON BUSINESS, ON STATE AND LOCAL GOVERNMENTS, AND ON ORDINARY CITIZENS.

WE HAVE ENDED THE WORST NIT-PICKING AT THE OCCUPATIONAL SAFETY
& HEALTH AND ~~SAFETY~~ ADMINISTRATION, FOR EXAMPLE, AND WE ARE NOW WEIGHING
THE COSTS AS WELL AS THE BENEFITS OF ALL NEW REGULATIONS.

(-NEW PAGE-)

WE HAVE OPENED UP THE AIRLINE INDUSTRY

WE HAVE OPENED UP THE AIRLINE INDUSTRY TO MORE COMPETITION --
WITH RESULTS THAT ANY AIR TRAVELLER ALREADY KNOWS.

TO HELP CITIES AND STATES COPE WITH PAPERWORK, I HAVE ORDERED
THE ELIMINATION OF ALL UNNECESSARY REPORTING REQUIREMENTS FOR
GRANT-IN-AID PROGRAMS.

(-OVER-)
BUT THE MAJOR PROBLEM

18

BUT THE MAJOR PROBLEM FACING OUR NATION TODAY IS INFLATION.
THE HUGE COSTS OF THE VIETNAMESE WAR CONTRIBUTED TO IT.
THE HUGE INCREASES IN WORLDWIDE OIL PRICES CONTRIBUTED TO IT.
OUR HUGE AND GROWING OIL IMPORTS CONTRIBUTE TO IT.

AND DEFICIT SPENDING BY THE FEDERAL GOVERNMENT CONTRIBUTES
TO IT, TOO.

(-NEW PAGE-)
THE FIRST THINGS I MENTIONED

THE FIRST THINGS I MENTIONED ARE BEYOND OUR CONTROL.

THE THIRD -- OUR HUGE OIL IMPORTS -- WILL BEGIN TO COME
UNDER CONTROL WHEN MY ENERGY BILL IS PASSED.

THE LAST -- GOVERNMENT SPENDING -- IS SOMETHING WE MUST
ATTACK RIGHT NOW ON MANY DIFFERENT FRONTS.

(-OVER-)
THE BUDGET WE PREPARED LAST WINTER

20

THE BUDGET WE PREPARED LAST WINTER PROJECTED A LARGE DEFICIT.
BY PROPOSING A LOWER TAX REDUCTION, WE NOW HOPE TO CUT
THAT DOWN BY \$7 BILLION.

BUT THE DEFICIT IS STILL TOO HIGH.

(-NEW PAGE-)
AND EVEN REDUCTION IN THE DEFICIT

AND EVEN REDUCTION IN THE DEFICIT IS THREATENED BY RECENT
SPENDING MOVES ^{IN} ~~ON~~ CONGRESS.

THESE PROPOSED INCREASES COME IN VERY SEDUCTIVE AREAS.

IT IS NOT EASY TO REFUSE ADDITIONAL FUNDS FOR SUCH THINGS
AS VETERANS, FARMERS, WATER PROJECTS, DEFENSE AND EDUCATION,
FOR EXAMPLE.

(-OVER-)

BUT SOMEBODY HAS TO HOLD THE LINE

22

BUT SOMEBODY HAS TO HOLD THE LINE ON SPENDING, AND I AM WILLING
TO DO SO EVEN IF IT MEANS I HAVE TO TAKE THE POLITICAL CONSEQUENCES.

STILL, MY EFFORTS CAN ONLY DO A SMALL PART OF THE JOB.

CONGRESS MUST HELP, AND PRIVATE INDUSTRY, AND LABOR, AND
EACH OF US IN OUR DAILY LIVES.

(-NEW PAGE-)

SHORT-SIGHTED SELFISHNESS CAN LEAD

SHORT-SIGHTED SELFISHNESS CAN LEAD TO A SPIRAL OF INFLATION
THAT NOBODY WILL BE ABLE TO STOP.

ONLY SELF-DISCIPLINE IN THE PUBLIC INTEREST CAN SLOW THAT
SPIRAL.

(-OVER-)

I CALL ON EACH OF YOU TODAY,

24

I CALL ON EACH OF YOU TODAY, AND I CALL ON EACH MEMBER
OF CONGRESS, TO HELP CREATE THE CLIMATE OF MUTUAL SACRIFICE THAT
ALONE CAN CURB INFLATION.

I KNOW I CAN COUNT ON JACK BROOKS, I KNOW I CAN COUNT ON TEXAS,
AND I KNOW I CAN COUNT ON THE AMERICAN PEOPLE *x* TO CONTROL
INFLATION & TO MAKE OURS A BETTER
GOV'T.

THANK YOU.

#

#

#

THE WHITE HOUSE
WASHINGTON

President Carter--

speech for democratic national
fundraiser, houston, texas,
jund 23, 1978

~~Gov. Biscoe~~
GOV BRISCOE, GOV EDWARDS, MAYOR M E CONN,
MAJ LDR JIM WRIGHT, CONG JORDAN, ECKHARDT,
GAMMAGE - OTHER MEMBERS, ATTY GEN HILL,
LTG HOBBS, FELLOW DEMOCRATS TEX-OKLA-LA-NM
2 TEXANS = CALIF. MASS - ARK
LLOYD BENTSEN = FISCAL CONSERVATIVE, SOCIAL
PROGRESSIVE, STRONG NATIONAL DEFENSE, STATESMAN
ON FOREIGN POLICY - EIN THIS. ADVOCATE for TEXAS.
AGREE - VALUABLE ALLY = DISAGREE, FAIR & FORMIDABLE
ADVERSARY
ENVIR, PUB WKS, FINANCE, ENERGY, PENSIONS
→ CHMN JOINT ECON COM
GREAT FRIEND. CREDIT TO TEXAS & HOUSTON
MY JOB - NOT PRIMARY
= BOB STRAUSS = HELEN = ^{WHO IS HERBAND? QUALIFICATIONS?} EXHAUSTED fm JACKSON, BENTSEN
MANURE - ITALIAN SHOES → SKOREA, ^{TAIWAN} HONG KONG
POLISH INTERPRETER BILLY → VATICAN = FUKUDA
UNIV of TEXAS - GUTENBERG BIBLE - NOT in ENGLISH
FOTO HONDAS - HARLEY DAVIDSON

PRESIDENT JIMMY CARTER
DEMOCRATIC NATIONAL FUNDRAISER
HOUSTON, TEXAS
FRIDAY, JUNE 23, 1978, 10:00 P.M.

GOVERNOR BRISCOE, GOVERNOR EDWARDS, MAYOR McCONN,
SENATOR BENTSEN, CONGRESSMAN WRIGHT, ATTORNEY GENERAL HILL,
LT. GOVERNOR HOBBY, MEMBERS OF THE TEXAS DELEGATION,
DISTINGUISHED GUESTS:

(TALKING POINTS FOR INTRODUCTORY SECTION)

-- STRAUSS: WHEN I STARTED LOOKING FOR SOMEONE
TO LEAD THE FIGHT AGAINST INFLATION, I SAID WE NEEDED
SOMEONE LIKE SAMSON, WHO SLEW PHILISTINES WITH THE
JAWBONE OF AN ASS. HAMILTON JORDAN SAID STRAUSS FILLED
HALF THAT BILL.

--THE FIRST TIME I MET BOB STRAUSS...

-- THE FIRST TIME I MET BOB STRAUSS, HE SAID
THE DEMOCRATIC PARTY WAS A CRUMBLING COALITION HELD
TOGETHER BY ITS DEBTS AND ITS TEXANS. THE LAST PART
MAY STILL BE TRUE; THE FIRST PART NOT. WE HAVE REFORGED
HISTORIC OLD ALLIANCES. REASON: PARTY WITH PLANS;
PROGRAMS; IDEALS.

-- I AM HAPPY TO BE IN BARBARA JORDAN'S HOME TOWN.
THIS HAS BEEN A GREAT DEMOCRATIC CITY AND A GREAT
DEMOCRATIC STATE EVER SINCE TEXAS JOINED THE UNION.

-- OUR COUNTRY MIGHT BE ABLE TO GET ALONG WITHOUT
TEXAS OIL, AGRICULTURAL PRODUCTS, INCOME TAXES. WE COULD
NEVER GET ALONG WITHOUT ITS POLITICAL LEADERSHIP, BRAINPOWER.

-- DEMOCRATS FROM TEXAS IN THIS CENTURY:

John Nance *Sam*
TWO GREAT SPEAKERS OF THE HOUSE (GARNER AND RAYBURN).

Lyndon
TWO VICE PRESIDENTS (GARNER AND JOHNSON). THE HARDEST
ONE OF MOST SUCCESSFUL
WORKING PRESIDENT, AMERICA EVER HAD -- LYNDON BAINES JOHNSON.

Aroused Conscience - inspired - civil rights

-- EMERSON SAID TWO NATIONAL PARTIES ALWAYS HAVE

BEEN DIVIDED INTO PARTY OF HOPE AND PARTY OF MEMORY

OUR PARTY -- THE OLDEST POLITICAL PARTY IN THE WORLD --

IS STILL THE PARTY OF YOUTH, VITALITY AND HOPE.

BE TEXAS NEXT GOV

-- THAT'S WHY JOHN HILL WILL ~~WIN~~. WHY BOB KRUEGER
GO TO US SENATE
WILL ~~WIN~~. WHY ALL EIGHT BRIGHT, ENERGETIC TEXANS

RUNNING FOR SEATS OF RETIRING TEXAS REPRESENTATIVES WILL WIN.

TEXANS NOT ONLY WINNERS

-- ~~THEY WILL WIN.~~ NEW MEXICO'S BRUCE KING AND

CANDIDATES
ARKANSAS' BILL CLINTON WILL WIN. OUR PEOPLE WILL WIN

BECAUSE THE DEMOCRATIC PARTY IS THE PARTY OF HOPE. ALSO

THE PARTY OF COMPASSION AND LEADERSHIP.

--THE TEXAS PARTY AND THE NATIONAL....

-- THE TEXAS PARTY AND THE NATIONAL PARTY WORK
TOGETHER. TEXAS DEMOCRATS DON'T WASTE TIME FIGHTING OTHER
DEMOCRATS. (CITE EXAMPLE OF JOE CHRISTIE.) (IMPORTANT)

-- THE TEXAS PARTY AND THE NATIONAL PARTY SHARE GOALS:

- (1) LOWER TAXES, FAIRER TAXES. MORE MONEY IN
PEOPLE'S POCKETS. *\$6 BIL LAST YEAR
~ 3X IN '78*
- (2) FEWER HANDOUTS, MORE JOBS -- *FOR ABLE AMERICANS*
OFF THE DOLE,
ONTO THE PAYROLL. *WELFARE REFORM
JOBS- 1) PRIVATE 2) PUBLIC*
- (3) BALANCED BUDGET -- BE EAGLED-EYED AND
TIGHT-FISTED ABOUT FEDERAL EXPENDITURES; ...BE PRUDENT
TRUSTEES OF TAXPAYERS' MONEY.
- (4) END GOVERNMENT WASTE AND MISMANAGEMENT --
~~INFLATION (WORK WITH THE CONGRESS, BUT VETO INFLATIONARY~~
~~MEASURES)~~PUT MERIT BACK IN THE MERIT SYSTEM; GIVE
MANAGERS THE ABILITY TO MANAGE.
FREE ENTERPRISE SYSTEM

(5) END EXCESSIVE GOVERNMENT INTERFERENCE IN
PRIVATE BUSINESS. (GOT RID OF 1100 OSHA REGULATIONS IN
A SINGLE DAY -- TOOK THEM RIGHT OFF THE BOOKS.)

PLAIN ENGLISH
SIMPLE -
AUTHOR'S SIGN!

(6) REVITALIZE CITIES -- NEW PARTNERSHIP.
GOVERNMENT (ALL LEVELS) CAN'T DO JOB BY ITSELF. NEED
CITIZEN AND CORPORATE INVOLVEMENT. NEED TO ATTRACT
CORPORATIONS BACK TO THE CENTER CITIES (TAX BASE).
NEED TO REBUILD DETERIORATING HOUSING.

AMERICAN AGRICULTURE

(7) ALL PART AND PARCEL OF OVERRIDING GOALS:
GLOBAL PEACE AND PROSPERITY;...^{PEOPLE}FREE MEN AND FREE MARKETS
(REDEDICATION TO BASIC PRINCIPALS OF BILL OF RIGHTS);....
STRONG AND SECURE NATIONAL DEFENSE.

HUMAN RIGHTS

-- DEMOCRATS DON'T ALWAYS AGREE. A CONTENTIOUS
BUNCH. ALWAYS FOUGHT AMONG THEMSELVES, PROBABLY ALWAYS WILL.
A FAMILY FIGHT. LIKE FAMILIES, KNOW HOW TO KISS AND
MAKE-UP -- AND MULTIPLY.

(END OF INTRODUCTORY NOTES)

--I'M GOING TO TALK TONIGHT.....



PRIMARY

I'M GOING TO TALK TONIGHT, ABOUT TWO ISSUES THIS
NATION CAN NOT AFFORD TO IGNORE: ENERGY AND INFLATION.

ENERGY IS OUR MOST URGENT LEGISLATIVE PRIORITY --
ONE IN WHICH OUR VERY SECURITY AS A NATION IS AT STAKE.

SERIOUS
INFLATION IS OUR MOST ~~URGENT~~ DOMESTIC PROBLEM.

LET ME TALK ABOUT INFLATION FIRST.

THE UNITED STATES IS NOT THE ONLY NATION STRUGGLING
WITH THIS PROBLEM.

NEARLY EVERY COUNTRY IN THE WORLD IS BATTLING THE
TWIN PROBLEMS OF INFLATION AND UNEMPLOYMENT.

AND WE'RE DOING BETTER THAN ALMOST ANYONE ELSE.

--WE ARE BEATING UNEMPLOYMENT.....

Down

WE ARE BEATING [^] UNEMPLOYMENT IN THIS COUNTRY --

WE HAVE PUT MORE PEOPLE BACK TO WORK IN LESS TIME THAN
ANY ADMINISTRATION IN HISTORY.

1/2

THERE ARE FIVE [^] MILLION MORE PEOPLE ON THE JOB

TODAY THAN WHEN THIS ADMINISTRATION BEGAN, *18 MONTHS AGO*

INTEND

AND WE ARE ~~GOING~~ TO BEAT INFLATION TOO, *AND*

~~WE ARE GOING TO BEAT IT~~ WITHOUT SACRIFICING OUR

STEADY GROWTH AND EXPANSION.

WILL

WE ARE ~~GOING TO~~ DO IT WITHOUT THROWING PEOPLE

OUT OF WORK.

WILL

WE ARE ~~GOING TO~~ DO IT WITHOUT SOWING THE SEEDS

OF A FUTURE RECESSION.

WE ARE GOING TO PUT AN END TO THE CYCLE OF BOOM

AND BUST THAT HAS HURT BUSINESS, LABOR, CONSUMERS, FARMERS --

EVERY AMERICAN CITIZEN -- FOR THE LAST TEN YEARS.

THE FIRST -- AND MOST IMMEDIATE TASK IS TO STOP
THE INFLATIONARY SPIRAL,KEEP WAGES AND PRICES FROM
CHASING EACH OTHER UP AND UP,AND THEN WE HAVE TO
FIND WAYS TO BRING THE INFLATION RATE DOWN.

TO ACHIEVE OUR FIRST OBJECTIVE -- TO STOP INFLATION
FROM RISING -- I HAVE SET VERY TIGHT LIMITS ON GOVERNMENT
~~SPENDING.~~ EXPENDITURES.

WILL
WE ARE ~~GOING TO~~ REDUCE FEDERAL SPENDING AS A PERCENTAGE
OF THE GROSS NATIONAL PRODUCT -- FOR THE FIRST TIME IN OUR
~~WE WILL BRINGS~~
GENERATION THAT PERCENTAGE ~~IS ACTUALLY GOING TO GO DOWN.~~

--AND WE ARE GOING TO USE.....

^{will}
AND WE ARE ~~GOING TO~~ USE PERSONAL AND CORPORATE
TAX CUTS TO PROMOTE ECONOMIC GROWTH AND INVESTMENT SO
WE CAN HAVE A MORE STABLE AND PROSPEROUS AMERICA.

THESE ARE THE THINGS WE ARE DOING TO MAINTAIN A
GOOD LIFE FOR OUR PEOPLE, TO KEEP UNEMPLOYMENT DOWN,
AND TO GET INFLATION UNDER CONTROL.

IT WON'T BE EASY.

THE ADMINISTRATION AND THE CONGRESS WILL HAVE TO
RESIST VERY HEAVY PRESSURE FROM STRONG INTEREST GROUPS --
HIGHWAY AND DEFENSE CONTRACTORS, HOME BUILDERS AND DAM
BUILDERS, EVEN FROM FARMERS, EDUCATORS, VETERANS, AND
LOCAL AND STATE OFFICIALS.

I AM PREPARED TO USE THE FULL POWERS OF MY OFFICE --
EVERY RESOURCE AT MY COMMAND INCLUDING THE VETO -- TO
HOLD THE LINE ON THE FEDERAL BUDGET.

IT IS NEVER PLEASANT OR POPULAR TO SAY "NO" TO A
USEFUL PROGRAM.

EACH OF THE PROPOSALS FOR INCREASED FEDERAL SPENDING
HAS GREAT APPEAL.

BUT THERE COMES A TIME WHEN THE NATION MUST DRAW
THE LINE.

THERE COMES A TIME WHEN WE MUST LOOK BEYOND EACH
NARROW INTEREST TO THE OVERRIDING INTERESTS OF OUR NATION.

--THAT TIME HAS COME.....

THAT TIME HAS COME.

I AM READY TO DRAW THAT LINE. I WILL BE THE
ONE TO SAY "NO".

I ASK FOR YOUR SUPPORT -- EVEN WHEN YOU HAVE TO
MAKE A SACRIFICE.

IN EVERY WAY THAT GOVERNMENT CAN INFLUENCE INFLATION,
WE WILL DO IT -- THROUGH REORGANIZATION, CIVIL SERVICE
REFORM, TAX REFORM, AND -- WHEREVER POSSIBLE -- SAFE AND
APPROPRIATE DEREGULATION.

I AM PERSONALLY TRYING TO MAKE REGULATION AS
EFFICIENT AND ECONOMICAL AS POSSIBLE.

*AIRLINE DEREG
REGS. - PLAIN ENGLISH, MINIMAL, SIMPLE,
ANOTHER SIGN*

TOGETHER, THESE MEASURES WILL REDUCE THAT PORTION
OF INFLATION THAT GOVERNMENT HAS CAUSED, *AND*
SET AN EXAMPLE TO

~~WE HAVE SET REASONABLE GOALS, ATTAINABLE GOALS.~~

~~I AM CONFIDENT THAT THEY WILL HELP US~~ ^{ALL} STOP THE
RISE IN THE INFLATION RATE.

~~BUT STOPPING THAT RISE IS ONLY HALF THE BATTLE.~~

OUR LONG-TERM TASK IS TO PUSH THE INFLATION RATE
BACK DOWN.

^{DECELERATION}
WE HAVE SET A VERY SPECIFIC TARGET: TO MAKE SURE
THAT PRICES AND WAGES RISE EACH YEAR BY LESS THAN THE
AVERAGE OF THE PREVIOUS TWO YEARS.

INFLATION MUST BE LOWER IN 1979 THAN IT IS IN 1978,
AND LOWER IN 1980 THAN IN 1979.

--WE HAVE SET AN EXAMPLE ON THE.....

- 14 -

WE HAVE SET AN EXAMPLE ON THE FEDERAL LEVEL.

WE HAVE FROZEN THE SALARIES OF OUR SENIOR PEOPLE
AND CUT THE COST-OF-LIVING INCREASE FOR ALL OTHER EMPLOYEES
TO FIVE-AND-A-HALF PERCENT.

WE HAVE ASKED GOVERNORS AND MAYORS TO FOLLOW OUR
EXAMPLE.

WE HAVE ASKED THE PRIVATE SECTOR TO FOLLOW THE
SAME GUIDELINE: TO KEEP THIS YEAR'S INCREASE BELOW
THE AVERAGE OF THE LAST TWO; TO KEEP NEXT YEAR'S INCREASE
EVEN LOWER.

IF EVERY SECTOR OF THE ECONOMY ADOPTS THIS STANDARD
EACH YEAR WE WILL MAKE STEADY PROGRESS.

DECELERATION

THESE INFLATIONARY PRESSURES HAVE TAKEN MANY
YEARS TO DEVELOP; THEY WILL TAKE MANY YEARS TO OVERCOME.

BUT WE CAN OVERCOME THEM THROUGH PATIENT AND PERSISTENT
ATTACK, SO LONG AS WE WORK TOGETHER AND EXERCISE MUTUAL
RESTRAINT IN OUR COMMON INTEREST.

==

NOW I'M GOING TO TALK A BIT ABOUT ENERGY AND, IF
THERE IS ANY APPALUSE IN THE NEXT FIVE MINUTES, I WANT
YOU TO KNOW THAT I WILL CONSIDER IT THE MORAL EQUIVALENT
OF HOSPITALITY.

IF EVER WE HAVE FACED A TEST OF OUR NATIONAL WILL,
IT IS NOW.

--AMERICA HAS LIVED HIGH ON.....

AMERICA HAS LIVED HIGH ON LOW-COST ENERGY.

WE HAVE CONSUMED EVER-INCREASING AMOUNTS OF OIL
AND GAS AT PRICES WELL BELOW THEIR REPLACEMENT COST.

DESPITE THE LESSONS OF 1973, WE STILL HAVE NO
NATIONAL PROGRAM TO BRING ENERGY DEMAND IN LINE WITH
ENERGY SUPPLY.

WE ARE THE ONLY INDUSTRIAL NATION THAT HAS NOT CUT
ENERGY CONSUMPTION SINCE THE O.P.E.C. EMBARGO.

WE ARE THE ONLY INDUSTRIAL NATION WITHOUT AN ^{EFFECTIVE} ENERGY
PLAN.

IN THE LAST SIX YEARS OUR OIL IMPORTS HAVE DOUBLED.

AMERICANS USED MORE GASOLINE LAST SUMMER THAN EVER
THIS YEAR WE WILL SET ANOTHER ALL TIME HIGH.
BEFORE IN OUR HISTORY, -- AND THIS DESPITE LIGHTER CARS
THAT GET BETTER GAS MILEAGE.

NEW
WE CREATED A DEPARTMENT OF ENERGY -- AND HAVE FAILED
TO GIVE IT THE TOOLS IT NEEDS TO DO THE JOB.

FOR THE PAST 14 MONTHS WE'VE BEEN TALKING ENERGY
POLICY AND, WHILE WE'VE BEEN TALKING, AMERICA HAS
SUFFERED ECONOMICALLY.

TALK IS CHEAP.

ENERGY IS NOT.

WE IMPORTED 10 BILLION DOLLARS MORE OIL LAST YEAR
THAN WE DID THE PREVIOUS YEAR.

--DESPITE THE LESSONS OF 1973,.....

DESPITE THE LESSONS OF 1973, WE ARE MORE DEPENDENT
ON THE WHIMS OF FOREIGN OIL PRODUCERS TODAY THAN EVER IN
OUR HISTORY.

THE ECONOMIC AND MILITARY SECURITY OF THE UNITED STATES
IS SERIOUSLY JEOPARDIZED WHEN WE RELY ON FOREIGN SOURCES FOR
ALMOST HALF OUR PETROLEUM NEEDS.

THE HEART OF OUR DEFENSE POLICY IS THE LONGSTANDING
MUTUAL COMMITMENTS BETWEEN US AND OUR N.A.T.O. AND PACIFIC
ALLIES.

TO PROTECT OUR INTERESTS WE NEED STEADY AND
RELIABLE SUPPLIES OF VITAL RAW MATERIALS.

WE NOW HAVE NO FEASIBLE ALTERNATIVES TO THE
PETROLEUM RESERVES OF THE 13 O.P.E.C. NATIONS -- NOR
TO THE INESCAPABLE LINKAGE OF INTERNATIONAL POLITICS
WITH THE OIL TRADE.

WE LOSE CREDIBILITY WITH OUR ALLIES WHEN OUR
NATIONAL ENERGY POLICIES DO NOT REFLECT THIS REALITY.

OUR INFLUENCE AND PRESTIGE IN THE GLOBAL ECONOMIC
COMMUNITY ARE TARNISHED,....AND U.S. LEADERSHIP IS
SERIOUSLY WEAKENED WITHOUT A POLICY TO REDUCE WASTE AND
TO BRING ENERGY COSTS IN LINE WITH THE COST OF REPLACEMENT.

~~--WE ARE EMBARRASSED IN THE EYES OF,....~~

WE ARE EMBARRASSED IN THE EYES OF OUR FRIENDS AND
WEAKENED IN THE EYES OF OUR ENEMIES WITHOUT A PROGRAM
TO ENCOURAGE GREATER USE OF OUR MORE AVAILABLE FUELS.

EACH TIME I TALK TO MY COLLEAGUES -- PRIME MINISTER
FUKUDA, FOR EXAMPLE, OR CHANCELLOR SCHMIDT, OR PRIME
MINISTER CALLAGHAN -- THEY MAKE THIS POINT.

IN THEIR VIEW, A CONSERVATION AND CONVERSION PROGRAM,
AIDED
~~EFFECTED~~ BY ALIGNING DOMESTIC AND GLOBAL PRICES OF
CRUDE OIL OVER AN ORDERLY PERIOD OF TIME, IS THE MOST
IMPORTANT SINGLE STEP THE UNITED STATES CAN TAKE.

IT IS VITAL TO THEM.

THE ENERGY BILL BEFORE CONGRESS PROVIDES THIS
ALIGNMENT FAIRLY AND EFFECTIVELY, AND ON A SCHEDULE THAT
MINIMIZES ECONOMIC DISRUPTION.

NEXT MONTH I WILL TRAVEL TO BONN FOR THE ECONOMIC
SUMMIT MEETING.

THE SUBJECT OF THAT MEETING IS GLOBAL ECONOMIC
RECOVERY.

EACH DAY IT IS CLEARER THAT U.S. ENERGY ACTION
IS CRUCIAL TO THAT GOAL.

THERE IS AN INESCAPABLE CONNECTION BETWEEN OUR
ENERGY POLICY, THE DOMESTIC ECONOMY AND THE WORLD ECONOMY.

OUR 45 BILLION DOLLAR OIL IMPORT BILL LAST YEAR
WAS A MAJOR FACTOR IN THE HUGE U.S. CURRENT ACCOUNT DEFICIT,

AND

THE DIFFERENCE ~~IN NATIONAL~~ GROWTH RATES ^{AMONG NATIONS} INCREASES
THIS DEFICIT.

--OTHER NATIONS ARE UNWILLING TO.....

OTHER NATIONS ARE UNWILLING TO STIMULATE THEIR
ECONOMY UNTIL WE CHECK OUR OIL IMPORTS.

CONCERN ABOUT OUR DEFICIT DRIVES THE DOLLAR DOWN.

THE WEAKNESS OF THE DOLLAR ADDS MORE INFLATIONARY
PRESSURE AT HOME, AND AROUSES PROTECTIONIST SENTIMENT
ABROAD -- WHICH IN TURN FUELS NEW INFLATION AND FURTHER
WEAKENS ECONOMIC RECOVERY.

IN 1976 THE CURRENT ACCOUNT DEFICIT WAS
ONE-AND-A-HALF BILLION DOLLARS.

IN 1977 IT WAS TWENTY-AND-A-HALF BILLION DOLLARS.

MORE THAN HALF OF THAT NINETEEN BILLION DOLLAR JUMP
REFLECTS THE INCREASE IN OUR OIL IMPORTS.

OUR DETERMINATION TO ENACT A STRONG, COMPREHENSIVE
NATIONAL ENERGY POLICY REFLECTS OUR WILLINGNESS TO END
THIS SELF-INDULGENCE ONCE AND FOR ALL.

IT IS TIME FOR US TO BECOME RESPONSIBLE CARETAKERS
OF THE BOUNTEOUS WORLD WE INHERITED.

*

*

*

TODAY WE HAVE AN UNCOMMON OPPORTUNITY TO TACKLE
SOME FUNDAMENTAL AND ~~PERSISTENT~~ PROBLEMS WHICH WE HAVE
HAD TO PUSH ASIDE WHILE TENDING TO MORE URGENT CRISES. CIVIL RTS,
~~THE~~ WATERGATE & THE WAR IN VIET NAM.
ENERGY IS ONLY ONE OF THESE ^{PERSISTENT} PROBLEMS.

LIKE INFLATION, IT IS NOT A PROBLEM WE CREATED;
IT IS ONE WE INHERITED.

--AS AMERICA ENTERED THIS DECADE,.....

AS AMERICA ENTERED THIS DECADE, OUR PER-CAPITA
ENERGY CONSUMPTION WAS ALREADY DOUBLE THAT OF THE
UNITED KINGDOM AND WEST GERMANY,TRIPLE THAT OF FRANCE
AND JAPAN,MORE THAN QUADRUPLE THAT OF THE REST OF THE
DEVELOPED WORLD.

EACH YEAR OUR APPETITE FOR IMPORTED OIL HAS GROWN.

WE WOULD NEED A NEW NORTH SLOPE OR A NEW NORTH SEA
EVERY YEAR OR SO TO KEEP UP WITH THE PRESENT RATE OF
GROWTH IN ENERGY CONSUMPTION.

ALTHOUGH WE DIFFER ON THE EXACT DATE, THERE IS
NO DOUBT THAT AT SOME POINT BEFORE THE END OF THIS
CENTURY GLOBAL PETROLEUM DEMAND IS GOING TO EXCEED GLOBAL
PETROLEUM SUPPLY.

NOW BEING CONSIDERED BY
THE CONGRESS

OUR STRATEGY FOR CHANGE, IS FOCUSED AND FAIR.

IT IS BASED ON THREE ELEMENTARY AND ESSENTIAL
PRINCIPLES: CONSERVATION, ^{production} INCENTIVE, AND ENERGY
ALTERNATIVES.

I WANT TO EMPHASIZE ONE ASPECT OF CONSERVATION
THAT IS SOMETIMES OVERLOOKED.

WE WASTE ALMOST HALF OF THE ENERGY WE USE.

FUEL ECONOMY MUST BE A PRIMARY CRITERION IN THE
DESIGN OF OUR INDUSTRIAL PLANTS, OUR HOMES, OUR
AUTOMOBILES AND OUR SPLENDID ARRAY OF LARGE AND SMALL
APPLIANCES.

--THE SECOND ELEMENT OF OUR.....

THE SECOND ELEMENT OF OUR ENERGY PROGRAM PROVIDES
INCENTIVES FOR NEW PRODUCTION AND EXPLORATION.

THE ENERGY LEGISLATION WILL MAKE SURE THAT AMERICAN
OIL COMMANDS AS HIGH A PRICE AS ANY IN THE WORLD.

NEW NATURAL GAS SUPPLIES WILL GET GENEROUS PRICE
INCREASES IMMEDIATELY, AND FULL DEREGULATION IN 1985.

THESE REWARDS ARE BALANCED BY ESSENTIAL SAFEGUARDS
TO PROTECT CONSUMERS HERE IN TEXAS, AND ELSEWHERE IN THE
COUNTRY.

OUR THIRD STRATEGY IS SPEEDING THE CONVERSION TO
MORE ABUNDANT EXISTING FUELS.

THIS STATE SET AN EXAMPLE FOR THE NATION WITH ITS
PIONEERING 1975 STATEWIDE CONVERSION PROGRAM.

TEXAS WILL CONTINUE TO BE A MAJOR ENERGY STATE
LONG AFTER YOU HAVE EXHAUSTED YOUR MAJOR PETROLEUM RESERVES.

YOU HAVE GEOTHERMAL STEAM AND GEOPRESSURIZED METHANE
RESOURCES TO TAP.

YOU HAVE SUBSTANTIAL LIGNITE RESERVES.

YOU ARE THE NATION'S THIRD LARGEST PRODUCERS OF
URANIUM.

AND YOU ARE WORKING HARD TO ADVANCE THE DAY WHEN
SUCH RENEWABLE RESOURCES AS THE SUN, THE WIND AND BIOMASS
WILL RELIEVE SOME OF THE DEMAND FOR OIL, GAS AND COAL.

THESE ALTERNATIVE FUELS ARE CRITICAL TO THE
CONTINUING ECONOMIC GROWTH OF YOUR STATE AND ~~THE~~ NATION,
AND THEY ARE EQUALLY VITAL TO OUR CONTINUING STRONG
NATIONAL DEFENSE.

--IT IS ESSENTIAL THAT WE PASS.....

IT IS ESSENTIAL THAT WE PASS THIS ENERGY
LEGISLATION.

EACH DAY THAT WE CONTINUE WITHOUT A NATIONAL ENERGY
POLICY FURTHER ERODES OUR DOMESTIC ECONOMY AND OUR
INTERNATIONAL IMAGE.

IN FACT, WE DO HAVE AN ENERGY POLICY NOW.

IT IS A POLICY BY DEFAULT; ~~THE ACCUMULATION OF~~
A MASS OF CONFUSING AND CONFLICTING LEGISLATIVE AND
REGULATORY RESTRICTION.

IT DOES PRECISELY THE OPPOSITE OF WHAT WE WISH --
IT ENCOURAGES CONSUMPTION AND DISCOURAGES EXPLORATION.

IT REWARDS THOSE WHO USE THE MOST OF OUR LEAST
ABUNDANT FUELS.

IT IS TIME TO END THIS INHERITED FOLLY.

IF WE ARE TO ATTAIN THE PEACEFUL AND PROSPEROUS
WORLD WE SEEK,WE HAVE TO MEET, AND BEAT, THIS
CHALLENGE NOW.

THIS IS A RARE BREATHING SPACE.

FOR THE PAST SIXTEEN YEARS OUR NATION HAS HAD TO
COPE WITH DOMESTIC UNREST, FOREIGN WAR, OR MAJOR
ECONOMIC DISLOCATION.

THE ENERGY BILL BUYS US THE CRITICAL TIME WE NEED
TO PLAN.

THE BILL IS BEFORE THE CONGRESS NOW.

^{FOR US}
NOW IS THE TIME TO ACT.

HERE - TEXAS - HOUSTON - CENTER OF
US PETROLEUM INDUSTRY - ASK YOUR HELP -
BEST for NATION - FOR TEXAS - FOR YOU -
--NO ACTS OF CONGRESS,

NO ACTS OF CONGRESS, NO PROGRAM OF OUR
GOVERNMENT, NO ORDER OF MINE AS PRESIDENT CAN
BY ITSELF ACHIEVE THESE MAJOR GOALS OF CONTROLLING
INFLATION AND MEETING OUR FUTURE ENERGY NEEDS.

IT WILL REQUIRE A CHANGE FROM OUR PREOCCUPATION
WITH SELF AND A WILLINGNESS TO SACRIFICE FOR THE COMMON
GOOD.

WE DEMOCRATS HAVE NEVER BEEN TIMID OR FEARFUL
IN THE FACE OF ANY CHALLENGE TO OUR NATION.

WE WILL NOT BETRAY THE TRUST OF LEADERSHIP WHICH
YOU AND I SHARE TODAY. *TOGETHER, WE CAN*
CREATE ^{EVEN} A GREATER U.S. OF A.

#

THE WHITE HOUSE

WASHINGTON

23 June 1978

MEMORANDUM FOR THE PRESIDENT

FROM:

RICK HUTCHESON *RH*

SUBJECT:

Status of Presidential Requests

MCINTYRE:

1. (5/21) (and Eizenstat) Expedite Pension Commission; prepare statement for the President -- In Progress, (awaiting Mr. Kirbo's agreement to serve on commission).
2. (6/16) a) Work on the suggestions from Strauss concerning suggestions that all departments develop plans for cutting back on travel expenses by 20 - 25%; and there will be no spending in the last few months of the year to use up expiring appropriations -- In Progress. *Expedite*
b) Let the President know what procedure you're using in OMB to detect problems in appropriation subcommittees; the President is getting the word too late -- In Progress, (expected 6/26).

JORDAN:

1. (6/21) We need to move on TVA -- In Progress, (expected 6/26).

ARMY SECRETARY ALEXANDER:

1. (2/9) Please act without delay to recommend several nominees for Assistant Secretary of the Army for Civil Works. The President will consult with you personally before making the appointment -- In Progress, (with Hamilton).

ANDY YOUNG:

1. (6/19) Please let Scott Burnett have your weekly schedule and give us maybe one day per month -- Done, (Scott has Andy's schedule).

- 2 -

BOURNE:

1. (6/22) Why did you testify that the Administration is opposed to legislation to control the manufacture and distribution of PCP ("Angel Dust")? -- Done.

done

V. WEAVER:

1. (6/12) Comment on your Weekly Report entry about the SBA concern over proposed regulations for floodplain management and wetlands protection, and the manner in which regulations could seriously effect serious delays in loan processing -- In Progress, (SBA, CEQ, and DPS met on 6/22 and will need to meet again during the week of 6/26 before forwarding comment to you).

WATSON:

1. (5/12) (and McIntyre) The President wants a small, clear and clean assignment of personnel under Jack to (a) continue what he is doing now; and (b) to coordinate urban policy implementation -- Done (joint memo on your desk).

done

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THE WHITE HOUSE
WASHINGTON

Strauss. Cousin Polish int
Bilky → Vatican

Long ready for energy bill
& later law reform

Helen. exhausted. campaigns
Jackson & Senken

Manure Gucci shoes
who is your husband?
Qualifications?

~~Jeff. legs. but budget.~~

THE WHITE HOUSE

WASHINGTON

June 22, 1978

MEMORANDUM TO THE PRESIDENT

FROM: JIM FALLOWS, ^WJERRY DOOLITTLE *JWD*

SUBJECT: Jokes for Houston Dinner

1. It's wonderful to be here before a friendly group of oilmen, cattlemen, and westerners in general. I feel like Proposition 13 at a bureaucrats' picnic.

2. (Dr. DeBakey, the heart transplant man, has headquarters in Houston.) Our energy plan lost one or two fairly important parts on its way through Congress. But Dr. DeBakey thinks maybe he can give us a hand....

3. Bob Strauss is keeping a close eye on how well the Post Office does with those new stamps. He thinks the same system may work on inflation. We'll just print money without numbers.

4. He has another scheme, too, which he guarantees will cut inflation by five percent. He plans to feed every dollar bill in America through the change machines at the Dallas-Fort Worth Airport. (Note: Everyone in Texas knows these machines only return 95¢ on the dollar.)

5. (Red Adair, the legendary oilwell firefighter, operates out of Houston.) "We've been having difficulty in Zaire and Ethiopia and one or two other places, as you know. I'm thinking of making Red Adair my roving ambassador to Africa.

6. I understand the University of Texas got stung pretty badly when they paid \$2.4 million for that Gutenberg Bible. Apparently it wasn't even in English.

7. You may have read in the papers that Rosalynn and I had lunch in Paul Young's Restaurant the other night with Bob Strauss and Bob Byrd. They say I'm tight, but I never saw such paralysis at the top levels of government as when they brought the check.

8. A little while ago I got in trouble when I said the United States bought Texas. John White corrected me on that. He said it was Saudi Arabia that bought it. (Bob Strauss says everyone in the audience will be keenly aware that the Saudis have been buying banks, buildings and land all over the state.)

Ben Reyes

Drue Day's
Crawley
Bell

Police Brutality

Mr. President, as you may know, Mexican-Americans in Texas and in the Southwest have suffered and continue to suffer official violence at the hands of local police. This violence has occurred both during the apprehension and custody stage of investigations. We could mention at least nine incidents against Mexican-Americans in Texas.

I will focus on one of these, the Santos Rodriguez case. Santos Rodriguez, a twelve-year-old in 1973, was murdered by a Dallas policeman in Russian roulette fashion as he sat handcuffed in the front seat of a patrol car. The officer was trying to force a confession of burglary from Santos and his brother, David. (Here are some pictures.)

The Civil Rights Division re-opened the case after the police officer received a five-year sentence in State court. We feel that the dual prosecution policy recently adopted by the Attorney General Bell should be implemented in this case. We need not only a policy of dual prosecution, but also aggressive prosecution. The Justice Department must vigorously investigate these cases and begin prosecution promptly.

The Santos Rodriguez case warrants federal prosecution due to the heinous nature of the crime and the deterrence that such prosecution might have on the current epidemic of official violence against Mexican-Americans in Texas and in the Southwest.

In another matter, Larry Lozano, a twenty-seven-year old, died in the Ector County Jail in January of 1978. He died from wounds which the County Sheriff says Lozano inflicted upon himself by ramming his head against the window in his cell. The pathologist's report disputes this, saying that the evidence was "incompatible with suicide."

The Dallas Morning News, in a story, said F.B.I. agents who investigated the death have recommended that the Justice Department close its files on the case

without prosecution.

We respectfully request that the Justice Department prosecute on this case immediately.

Lionel Castillo

Undocumented Aliens

Mr. President, your proposals with respect to immigration appear to be at a standstill as far as the congress is concerned. In the meantime, your Interagency Task Force to Review Immigration Policy and Law and the Senate Select National Committee are reviewing and will review immigration policy.

Now comes the Office of Management and Budget and recommends a reorganization plan which would transfer the responsibility for apprehending illegal aliens from the INS to a new agency in the Treasury Department.

Mr. President, we are vehemently opposed to the plan. Among many reasons, this plan would:

- (1) Create a huge force of armed officers at the border which would exacerbate our problems with the Mexican government. All we have to remember here is that the same people who ran Operation Intercept would be in charge, and
- (2) Constitute a policy direction which would be implemented without a comprehensive policy context.

We respectfully submit that reorganization of INS at this time would be improvident.

We also recommend that since everything we do in the immigration field affects Mexico disproportionately, that you create a U.S. and Mexico Commission to advise on immigration policy. This, together with your in-house reviews, might be the basis for a more attractive immigration package.

Fed agencies -
Dallas & S. Texas

Hispanic Appointments

Mr. President, Mexican-Americans constitute over 5% of the U.S. population according to the 1970 census, but we only constitute a small part of the U.S. government work force and a small part of your presidential appointments to high level positions.

Although you have made a number of high-level appointments, they are less than 2% of all your appointments. Practically all of the Schedule C appointments are in agencies where a Mexican-American or Hispanic was able to open the doors of opportunity.

We respectfully request that you consider more high-level appointments of Mexican-Americans to the Departments of Justice, Housing and Urban Development, and Labor, among others. When the new bench is created in the Western District of Texas, a Mexican-American who is knowledgeable about our problems should be appointed. Additionally, we need Mexican-Americans appointed to serve as consultants to the National Health Service Cooperation (Department of Health, Education and Welfare).

With respect to boards and commissions, we respectfully request appointments to (1) the U.S. Commission on Civil Rights, (2) the Equal Employment Opportunity Commission, (3) the Federal Communications Commission, and (4) the soon-to-be-created National Health Advisory Committee.

We also request that you direct the Justice Department to order the State of Texas to correct the deficiencies in its employment practices as outlined in the letter from the Justice Department to Attorney General John Hill dated October 25, 1977.

Blanch Darke

Services

Mr. President, under the concept of "New Federalism" many of the categorical programs become the responsibility of local governments through the "bloc-grant" programs. However, Mexican-Americans in general are not faring any better, particularly in the CETA program and in Community Development bloc grants. We request that you support a stronger role for community-based organizations, such as LULAC and the American GI Forum in the planning, operation and evaluation of bloc grant programs and that appropriate legislative language be submitted to congress for this purpose.

Mr. President, with the 1970 census almost here, we request an early and intensive effort to recruit indigenous persons as administrators and enumerators so that the traditional undercount of Hispanics will not reoccur.

A growing concern along border counties in Texas is the fact that local school districts are burdened with the cost of providing education to the children whose parents are in this country legally but are not citizens. In most cases these parents are paying taxes.

There is a bill in the House (H.B. 11883) that addresses this problem by providing a one-time \$1,000 per student grant to school districts so that they will be able to accommodate the students.

As you know, such aid is given on a continuing basis to local governments with nearby military installations. We respectfully recommend that you support this legislation.

John Castillo

Followup

Mr. President, our most significant accomplishment today is the recognition by your Administration that Mejicanos throughout the country should be actively included in national policy determinations. The Administration however, must commit itself to a continuous rapport between the heads of government departments and the Mejicano leadership. We must reject the attitude that a few political appoints will suffice. We need an open-door policy in federal government to guarantee access to government officials.

Specifically, we request that you facilitate our meeting with individual Cabinet Secretaries during the next several months for the purposes of implementing today's agreements and discussing other issues of concern to our community. We feel that the very timely appointment of Rick Hernandez as your Deputy Assistant can be of great utility for this purpose.

*Corpus Christi - open
Navy stay*

Closing Statement

(To be determined.)

June 23, 1978

Dear Ambassador Mansfield:

President Carter has asked me to thank you for sharing with him your observations on his Annapolis address. He was pleased to know of your enthusiastic support. As always, he appreciates your friendship and is glad to hear from you.

With the President's warmest regards,

Sincerely,

Susan S. Clough
Personal Assistant/Secretary
to the President

The Honorable Mike Mansfield
United States Ambassador
Tokyo

SSC/jmc/em

STATE for dispatch via diplomatic pouch

JUN 26 1978

CENTRAL FILE

ATTACHED LETTER FROM AMBASSADOR MIKE MANSFIELD READS
AS FOLLOWS

6/9/78

C

Dear Mr. President:

I've just finished reading your speech at Annapolis for the third time. I thought it was superb, well reasoned and a laying out of the alternatives between the U.S. and the U.S.S.R. and, at the same bringing into focus the problems which confront the world -- problems which must be faced up to and solved -- or else!

Your appeal for constructive competition was to the point as was your advice to our own people to avoid "excessive swings" in the public mood. Your caution that there is no "cause for alarm" is to the point and I would hope it would be taken to heart by both extremes. Steady is the word.

I find it difficult to comprehend the ^{strange} "stranger" (?) "stronger" reaction on the part of the Soviet Union to your speech. If they wanted a "spelled out" position, it was there in your speech if they had eyes to see and ears to hear. I only wish that they would be as candid and analytical in stating their positions.

I have gone on too long. My purpose in penning these words was to let you know how impressed I was with what you had to say. In brief your address could be likened to the "Great Seal" of the U.S.; in one hand the olive branch and in the other, the arrows.

My prayers are with you, Mr. President, and my support is at your disposal. Your hand is steady and your course is true. Stay with it.

With affection and appreciation for all you've done and are trying to do, I am,

Respectfully,

Mike Mansfield

THE WHITE HOUSE
WASHINGTON

6/22/78

joyce cook--

please draft ack over my
signature to mansfield letting
him know that the president
appreciated his comments

thanks -- susan clough



AMBASSADOR OF
THE UNITED STATES OF AMERICA
TOKYO

June 9, 1978

The President
The White House

Dear Mr. President, -

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wanted a "spelled out" position, it was there in your speech if they had eyes to see & ears to hear. I only wish that they would be as candid & analytical in stating their positions.

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My prayers are with you, Mrs. President, and my support is at your disposal. Your hand is steady & your course is true. Stay with it.

With affection & appreciation for all you've done & are trying to do, I am,
Respectfully

Mike Mansfield